## Benefits of developing business in the Kaliningrad region

- Rich investment potential of the Kaliningrad region (located in the heart of Europe, developed transport system, priority development of energy sector, nuclear power plant and pipelines are under-construction);
- Rich tourist attractions (the tourist and recreational zone, the Curonian Spit National park, the federal-value health resorts of Svetlogorsk and Zelenogradsk, gaming zone);
- The Federal Government concern with the development of the Kaliningrad region (FTP of Development of the Kaliningrad Region up to the Year 2014);
- The involvement of the Kaliningrad region in the Government Program of resettlement for compatriots residing abroad;
- The whole territory of the Kaliningrad region is the Special Economic Zone (SEZ).

#### The residents of the SEZ:

- A legal entity, registered in the Kaliningrad region;
- The amount of capital not less than RUR 150 million is to be implemented in a period not exceeding three years from the date of inclusion of a legal entity in the register of SEZ residents
- Special procedure for payment of tax on the profit of organisations and tax on the assets of organisations (the first 6 years - at a rate of 0%, from 7 to 12 years - at a rate of 50% of the al-Russian rate for the respective period);
- The custom regime of a free customs zone.

# Group of the companies "Terra West", OOO Azimuth: variety of services

- The formation of land plots;
- Preparation of all necessary documents for transfer land category from one into another;
- Topographic and geodetic survey of a plot of land;
- Harmonization of land plots borders;
- Organization of a land allocation file;
- Investigation of land plots location, ownership identification;
- Law assistance to register lapse of right for the land plot ownership in the Federal Registration Agency in Kaliningrad region;
- Complex analysis on land market in Kaliningrad region.

Kaliningrad region.

The investment project for manufacture of fodder additives for pigs, cattle, poultry farms and fish growing complexes.



#### Contact:

The chairman of GC "Terra-West" board of directors Balayan Artur Benikovych Lane Central-1, set. Pribrezhnoe, Gurievsky district, Kaliningrad region, 238313

Tel.: 8–906–215–06–28 E-mail: terrapromessa@mail.ru Web-site: www.terra-kld.ru

#### The explanatory note

Nowadays in Russia the priority national projects are being actively realized and "Development of Agriculture" is one of them. At the same time the main attention is given to the development of animal farming since about 50% of beef and a considerable part of pork are imported.

In Russia consumption of fish products has a high rate of growth. Since the import products occupy a considerable share of the market, Federal Fishing Agency (Goskomrybolovstvo) pays attention to the construction of large fish growing complexes, especially of valuable breeds.

At the same time poultry farms, cattle-breeding and fish growing complexes consume about 20 million tons of grain, and consumption is expected to increase due to the growing number of farms. In addition a considerable part of the Russian territory is an area of risky agriculture and we could see this in 2010 when grain yield was 1/3 less than in 2009.

All over the world, especially in Europe, huge attention is given to ecology and developing and implementation of new non-polluting energy sources. Wind and gas power stations are being constructed, the atomic power stations are being closed, the oil fuel quality requirements are being raised, using of other kinds of fuel for auto transport is being encouraged (even financially). One of such new kinds of fuel is oil from microseaweed and we believe that in future it will become more and more popular in the EU countries since it doesn't demand processing of a large quantity of grain and other products for getting alternative fuel.

## Microseaweed is a mixed fodder of the XXI century?

The location of the 75 hectares ground area for cultivation of microseaweed and manufacture of bioadditives in the Kaliningrad region.



Now a company from Belgium is one of the leaders in the sphere of developing "green" technologies and the legal owner of Diaforce technology in manufacturing of fodder for cattle-breeding and fish growing complexes from microseaweed, and also in manufacturing of alternative fuel.

Nowadays in Russia there are no factories for microseaweed cultivation and manufacturing fodder from it. The enterprises applying this technology are located in Belgium, the Netherlands and the United States of America.

### Diaforce technology for fodder manufacturing and using has several advantages:

- Simplicity of the technology (seaweed breeds in lake, river and even sea water);
- High productivity of microseaweed (up to 100 tons per 1 hectare);
- During microseaweed processing only natural biological processes are used (photobioreactor);

- For fodder manufacturing the processing of traditional raw materials (grain crops) is not required;
- The cost price of produced fodder is comparable to the cost of traditional mixed fodder;
- Using of this kind of fodder is much more efficient because the quantity of fodder units in it is larger than in traditional mixed fodder.

In the situation when the number of cattle and fish breeding complexes is growing and their annual output is increasing by 5-7% the needs in fodder are expected to grow too. The rise in grain prices will cause the rise in fodder cost. We offer real alternative to specialized fodder being used now.

#### **Business** proposal

Azimuth Ltd. is proposing to create an enterprise manufacturing fodder additives for pigs and cattle, poultry farms, fish growing complexes on the 75 hectares agricultural ground area.

**Technology (country):** Belgium. There are no analogs in Russia.

Project cost: from €10 million Payback period: 3.5 – 4 years.

**Productivity:** up to 100 tons per 1 hectare **Production:** the reason for technology use: the contract with patent holder to arrange production on the Russian territory.

Received product: fodder additives.

**Consumers:** large cattle and fish breeding

complexes, poultry farms.

By-products (production waste) received during processing: biogas for internal power needs.